

24 October 2005

Circular No. 16/2005

TO ALL MEMBERS

1. Estimate of Tax Payable under Section 107C

Under the recently announced 2006 Budget Proposals, with effect from Year of Assessment (YA) 2006, companies are allowed to furnish estimates of tax payable for a year of assessment of: -

- not less than 85% of the revised estimate of tax payable for the immediate preceding year of assessment; or
- if no revised estimate is furnished, the estimate shall not be less than 85% of the estimate of tax payable for the immediate preceding year of assessment.

Taxpayers who wish to apply this provision would need to state the estimated tax payable for YA 2006 as well as the percentage of such tax over the previous year's estimate/revised estimate on the CP204 form i.e. on the space next to the words "Amaun Anggaran Cukai Yang Kena Dibayar". A copy of the LHDNM's letter dated 12 October 2005 is available at our website at www.mit.org.my.

2. Administrative Matters – Information via e-mail from 1 January 2006

Please note that from 1st of January 2006 all MIT Circulars and CPD Information will be sent out to members via e-mail only and hard copies of these documents will not be sent out to members. This decision was made after taking into account the increasing costs of postage and the delay in delivery of important information to members. We urge those members who have not provided us with their e-mail addresses to do so immediately. For members who have no access to Internet service please inform the Secretariat in writing that you will require a hard copy of the circular/event brochure to be sent to you.

Yours sincerely



Harpal Singh Dhillon

Honorary Secretary